

411826KS1210

What is Lifeline?

Every person in America should have access to quality, affordable telecommunications service.

This principle of "Universal Service" has been the goal of the telecommunications industry for decades. In 1934, the federal government codified the goal and reaffirmed it in 1996 by establishing policies for the "preservation and advancement of Universal Service."

To achieve the Universal Service goal, carriers have access to a fund that is generated by contributions from the telecommunications providers in the United States. Telecommunications companies draw from the fund to provide four programs that support telecommunications services nationwide.

Toll Limitation Service is another program available to low income subscribers to help them control what they spend on phone service.

Lifeline and Toll Limitation Service support provide discounts to eligible low-income consumers to help them establish and maintain phone service.

To apply for Lifeline,
contact your local Nex-Tech store.



COURTLAND
312 Main St
Local: 785-374-4441
Toll Free: 877-569-1802

OSBORNE
221 W Main St
Local: 785-346-2199
Toll Free: 877-643-7872

DODGE CITY
100 Military Ave, Ste 127
Local: 620-225-5054
Toll Free: 877-304-7872

PHILLIPSBURG
770 4th St
Local: 785-543-6694
Toll Free: 866-543-6694

DOWNS
901 Morgan Ave
Local: 785-454-6025
Toll Free: 866-454-7872

PLAINVILLE
112 S Main St
Local: 785-434-4946
Toll Free: 866-551-7872

GREAT BEND
3700 10th St
Local: 620-792-3908
Toll Free: 866-792-7872

QUINTER
204 E 4th St
Local: 785-754-2108
Toll Free: 877-750-7872

HAYS
2418 Vine St
Local: 785-625-7070
Toll Free: 877-625-7872

RUSSELL
238 E Wichita
Local: 785-483-5555
Toll Free: 866-383-6773

HILL CITY
118 W Main St
Local: 785-421-2916
Toll Free: 877-421-7872

SALINA
104 N Sante Fe, Ste B
Local: 785-823-2498
Toll Free: 877-825-7872

HOXIE
825 Main
Local: 785-675-2400
Toll Free: 888-675-7872

SMITH CENTER
705 North F St
Local: 785-282-3535
Toll Free: 866-419-6439

LENORA
145 N Main St
Local: 785-567-4281
Toll Free: 877-567-7872

STOCKTON
523 Main St
Local: 785-425-6750
Toll Free: 877-425-6750

NORTON
117 N Norton Ave
Local: 785-877-4135
Toll Free: 877-550-7872

WAKEENEY
137 N Main St
Local: 785-743-2747
Toll Free: 877-743-7872

NEXTECH
Your Broadband & Technology Company

Lifeline

Updated 11.13.15

What Type of Discount Is Available?

Lifeline assistance lowers the cost of basic monthly local phone service. Eligible consumers can receive up to \$17.02 per month in discounts. Please visit a Nex-Tech store to see what discounts are available in your area.

Toll Limitation Service (TLS) support allows eligible consumers who wish to avoid incurring large long distance fees to choose toll blocking or toll control at no cost.

How Do I Know Whether I Am Eligible?

Eligibility for Lifeline and TLS support varies by state. Individuals who reside in states that have their own discount programs qualify for federal Lifeline and TLS support if they meet the eligibility criteria established by their state. An individual is eligible if he or she participates in one of the following programs:

1. Temporary Assistance for Needy Families (TANF)
2. Supplemental Security Income (SSI)
3. General Assistance (GA)
4. Medicaid
5. Food Stamps

Also, a consumer may be eligible if his or her household income is at or below 150% of the federal poverty level. A consumer must provide THREE CONSECUTIVE MONTHS of statements as documentation of income, or provide a copy of their tax return for the previous year.

Who Qualifies for Lifeline?

Eligibility requirements for both State and Federal are to provide proof of participation in one of the following programs:

- Food Distribution Program
- Temporary Assistance for Needy Families (TANF)
- Supplemental Nutrition Assistance Program (SNAP)
- Medicaid
- Supplemental Security Income (SSI)
- General Assistance
- Low Income Energy Assistance Program (LIEAP)
- National School Lunch Program free lunch
- Section 8 Public Housing Assistance Program
- Individuals living on tribal land receiving:
 - Bureau of Indian Affairs general assistance
 - Tribally-administered Temporary Assistance for Needy Families (TANF)
 - Head Start (tribal programs for only those meeting income qualifying standards)
 - Tribally Administered Free School Lunch Program



Self-Certification Form for Income Eligibility

The Kansas Lifeline Service Program (KLSP) includes income-based eligibility criteria. These criteria are based on the poverty guidelines updated periodically in the Federal Register by the U.S. Department of Health and Human Services (HHS) under authority of 42 U.S.C. §9902(2). For KLSP eligibility, the total household income must be at or below 150% of the federal poverty guidelines published yearly by HHS. Customers eligible under the KLSP criteria, are required to self-certify such eligibility.

Income-Based Eligibility	
Family Members	Maximum Annual Income
1	\$17,655
2	\$23,895
3	\$30,135
4	\$36,375
5	\$42,615
6	\$48,855
7	\$55,095
8	\$61,335
each additional member	add \$6,240

How Do I Apply to Receive Lifeline and TLS Support Discounts?

Contact a Nex-Tech store. The Universal Service Administrative Company's (USAC) website contains state specific Lifeline contact information for many companies at www.lifelinesupport.org. You also may call USAC toll free at 1-888-641-8722 with any questions about Lifeline and TLS discounts.

Rural Telephone Service Company, Inc. dba Nex-Tech (Nex-Tech)

Study Area 411826

Line 1222 Details on the number of minutes provided as part of the plan.

Nex-Tech provides its lifeline customers a flat rate local service. There is no measured local service provided, so the number of minutes provided is not necessary.

Line 1223 Additional charges for toll calls, and rates for each plan.

Nex-Tech provides access to toll service providers for its lifeline customers. The lifeline customers has to choose its own toll service provider, so no additional charges are noted or required by Nex-Tech.

Rural Telephone Service Co., Inc. dba Nex-Tech

Progress Report of 5 Year Plan — Milestone Certification

To be in compliance with the Milestone Certification of providing upon a reasonable request broadband service at actual speeds of 10 Mbps downstream/1 Mbps upstream:

- Rural Telephone Service Co., Inc. dba Nex-Tech certifies that it has taken reasonable steps to provide upon a reasonable request broadband service at actual speeds of 10 Mbps downstream/1 Mbps upstream with latency suitable for real-time applications, including Voice over Internet Protocol.
- The Company provides usage capacity that is reasonably comparable to comparable offerings in urban areas.
- The Company certifies that requests for such service are met within a reasonable amount of time.

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0031. The time required to complete this information collection is estimated to average 4 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	<i>This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.</i>	
	BORROWER NAME Rural Telephone Service Company, Inc. (Prepared with Audited Data)	
INSTRUCTIONS- Submit report to RUS within 30 days after close of the period. For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.	PERIOD ENDING December, 2015	BORROWER DESIGNATION KS0537

CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.

DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII

(Check one of the following)

☒ All of the obligations under the RUS loan documents have been fulfilled in all material respects.

☐ There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report

Jimmy Todd

5/5/2016

DATE

PART A. BALANCE SHEET

ASSETS	BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents			25. Accounts Payable		
2. Cash-RUS Construction Fund			26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable			28. Customer Deposits		
b. Other Accounts Receivable			29. Current Mat. L/T Debt		
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat.-Capital Leases		
a. Telecom, Accounts Receivable			32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued		
c. Notes Receivable			34. Other Current Liabilities		
5. Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)		
6. Material-Regulated			LONG-TERM DEBT		
7. Material-Nonregulated			36. Funded Debt-RUS Notes		
8. Prepayments			37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 Thru 9)			39. Funded Debt-Other		
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development			42. Reacquired Debt		
b. Nonrural Development			43. Obligations Under Capital Lease		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt		
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)		
13. Nonregulated Investments			OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets			47. Other Long-Term Liabilities		
15. Deferred Charges			48. Other Deferred Credits		
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)			50. Total Other Liabilities and Deferred Credits (47 thru 49)		
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
18. Telecom, Plant-in-Service			51. Cap. Stock Outstand. & Subscribed		
19. Property Held for Future Use			52. Additional Paid-in-Capital		
20. Plant Under Construction			53. Treasury Stock		
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation			55. Other Capital		
23. Net Plant (18 thru 21 less 22)			56. Patronage Capital Credits		
24. TOTAL ASSETS (10+17+23)			57. Retained Earnings or Margins		
			58. Total Equity (51 thru 57)		
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)		

Total Equity =

% of Total Assets

USDA-RUS

BORROWER DESIGNATION

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

KS0537

PERIOD ENDING

December, 2015

INSTRUCTIONS- See RUS Bulletin 1744-2

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues		
2. Network Access Services Revenues		
3. Long Distance Network Services Revenues		
4. Carrier Billing and Collection Revenues		
5. Miscellaneous Revenues		
6. Uncollectible Revenues		
7. Net Operating Revenues (1 thru 5 less 6)		
8. Plant Specific Operations Expense		
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)		
10. Depreciation Expense		
11. Amortization Expense		
12. Customer Operations Expense		
13. Corporate Operations Expense		
14. Total Operating Expenses (8 thru 13)		
15. Operating Income or Margins (7 less 14)		
16. Other Operating Income and Expenses		
17. State and Local Taxes		
18. Federal Income Taxes		
19. Other Taxes		
20. Total Operating Taxes (17+18+19)		
21. Net Operating Income or Margins (15+16-20)		
22. Interest on Funded Debt		
23. Interest Expense - Capital Leases		
24. Other Interest Expense		
25. Allowance for Funds Used During Construction		
26. Total Fixed Charges (22+23+24-25)		
27. Nonoperating Net Income		
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income		
31. Total Net Income or Margins (21+27+28+29+30-26)		
32. Total Taxes Based on Income		
33. Retained Earnings or Margins Beginning-of-Year		
34. Miscellaneous Credits Year-to-Date		
35. Dividends Declared (Common)		
36. Dividends Declared (Preferred)		
37. Other Debits Year-to-Date		
38. Transfers to Patronage Capital		
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]		
40. Patronage Capital Beginning-of-Year		
41. Transfers to Patronage Capital		
42. Patronage Capital Credits Retired		
43. Patronage Capital End-of-Year (40+41-42)		
44. Annual Debt Service Payments		
45. Cash Ratio [(14+20-10-11) / 7]		
46. Operating Accrual Ratio [(14+20+26) / 7]		
47. TIER [(31+26) / 26]		
48. DSCR [(31+26+10+11) / 44]		

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS <i>INSTRUCTIONS - See RUS Bulletin 1744-2</i>						BORROWER DESIGNATION KS0537 PERIOD ENDED December, 2015	
Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION							
EXCHANGE	1. RATES		2. SUBSCRIBERS (ACCESS LINES)			3. ROUTE MILES	
	B-1	R-1	BUSINESS	RESIDENTIAL	TOTAL	TOTAL (including fiber)	FIBER
	(a)	(b)	(a)	(b)	(c)	(a)	(b)
Agra	20.00	17.00					
Alton	20.00	17.00					
Athol	20.00	17.00					
Burr Oak	28.75	17.80					
Collyer	20.00	17.00					
Courtland	28.75	17.80					
Damar	20.00	17.00					
Downs	28.75	17.80					
Edmond	20.00	17.00					
Esbon	28.75	17.80					
Galatia	20.00	17.00					
Gaylord	20.00	17.00					
Gove	20.00	17.00					
Grainfield	20.00	17.00					
Hill City	20.00	17.00					
Ionia	28.75	17.80					
Jennings	20.00	17.00					
Kensington	20.00	17.00					
Lebanon	28.75	17.80					
Lenora	20.00	17.00					
Logan	20.00	17.00					
Long Island	20.00	17.00					
Morland	20.00	17.00					
Natoma	20.00	17.00					
Olmitz	20.00	17.00					
Osborne	26.00	17.00					
Palco	20.00	17.00					
Prairie View	20.00	17.00					
Quinter	20.00	17.00					
Republic	28.75	17.80					
Rexford	20.00	17.00					
Russell	28.75	17.80					
Selden	20.00	17.00					
Victoria	20.00	17.00					
Wakeeney	20.00	17.00					
Webber	28.75	17.80					
Woodruff	20.00	17.00					
Woodston	20.00	17.00					
Zurich	20.00	17.00					
MobileWireless							
Route Mileage Outside Exchange Area							
Total							
No. Exchanges	39						

USDA-RUS							BORROWER DESIGNATION	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS							KS0537	
							PERIOD ENDED	
							December, 2015	
INSTRUCTIONS - See RUS Bulletin 1744-2								
Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION								
4. BROADBAND SERVICE								
Details on Least Expensive Broadband Service								
EXCHANGE	No. Access Lines with BB available (a)	No Of Broadband Subscribers (b)	Number Of Subscribers (c)	Advertised Download Rate (Kbps) (d)	Advertised Upload Rate (Kbps) (e)	Price Per Month (f)	Standalone/Pckg (f)	Type Of Technology (g)
Agra				6,000	384	27.95	Package	Fiber to the Home
Alton				6,000	1,500	42.95	Package	DSL
Athol				6,000	3,000	27.95	Package	Fiber to the Home
Burr Oak				6,000	3,000	27.95	Package	Fiber to the Home
Collyer				6,000	3,000	27.95	Package	Fiber to the Home
Courtland				6,000	3,000	27.95	Package	Fiber to the Home
Damar				6,000	3,000	27.95	Package	Fiber to the Home
Downs				6,000	3,000	27.95	Package	Fiber to the Home
Edmond				6,000	3,000	27.95	Package	Fiber to the Home
Esbon				6,000	3,000	27.95	Package	Fiber to the Home
Galatia				6,000	1,500	42.95	Package	DSL
Gaylord				6,000	1,500	42.95	Package	DSL
Gove				6,000	3,000	27.95	Package	Fiber to the Home
Grainfield				6,000	3,000	27.95	Package	Fiber to the Home
Hill City				6,000	3,000	27.95	Package	Fiber to the Home
Ionia				6,000	3,000	27.95	Package	Fiber to the Home
Jennings				6,000	3,000	27.95	Package	Fiber to the Home
Kensington				6,000	3,000	27.95	Package	Fiber to the Home
Lebanon				6,000	3,000	27.95	Package	Fiber to the Home
Lenora				6,000	3,000	27.95	Package	Fiber to the Home
Logan				6,000	3,000	27.95	Package	Fiber to the Home
Long Island				6,000	3,000	27.95	Package	Fiber to the Home
Morland				6,000	3,000	27.95	Package	Fiber to the Home
Natoma				6,000	3,000	27.95	Package	Fiber to the Home
Olmitz				6,000	1,500	42.95	Package	DSL
Osborne				6,000	3,000	27.95	Package	Fiber to the Home
Palco				6,000	3,000	27.95	Package	Fiber to the Home
Prairie View				6,000	3,000	27.95	Package	Fiber to the Home
Quinter				6,000	3,000	27.95	Package	Fiber to the Home
Republic				6,000	3,000	27.95	Package	Fiber to the Home
Rexford				6,000	3,000	27.95	Package	Fiber to the Home
Russell				6,000	3,000	27.95	Package	Fiber to the Home
Selden				6,000	3,000	27.95	Package	Fiber to the Home
Victoria				6,000	3,000	27.95	Package	Fiber to the Home
Wakeeney				6,000	3,000	27.95	Package	Fiber to the Home

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS <i>INSTRUCTIONS - See RUS Bulletin 1744-2</i>				BORROWER DESIGNATION KS0537 PERIOD ENDED December, 2015	
Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION					
4. BROADBAND SERVICE					
Webber		6,000	3,000	27.95	Package Fiber to the Home
Woodruff		6,000	1,500	42.95	Package DSL
Woodston		6,000	3,000	27.95	Package Fiber to the Home
Zurich		6,000	1,500	42.95	Package DSL
Total					

USDA-RUS

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION

KS0537

PERIOD ENDING

December, 2015

INSTRUCTIONS- See RUS Bulletin 1744-2

PART D. SYSTEM DATA

1. No. Plant Employees 105	2. No. Other Employees 196	3. Square Miles Served 6,547	4. Access Lines per Square Mile 1.40	5. Subscribers per Route Mile 1.52
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PART E. TOLL DATA

1. Study Area ID Code(s)	2. Types of Toll Settlements (Check one)
a. 411826	Interstate: <input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis
b. _____	Intrastate: <input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis
c. _____	
d. _____	
e. _____	
f. _____	
g. _____	
h. _____	
i. _____	
j. _____	

PART F. FUNDS INVESTED IN PLANT DURING YEAR

1. RUS, RTB, & FFB Loan Funds Expended
2. Other Long-Term Loan Funds Expended
3. Funds Expended Under RUS Interim Approval
4. Other Short-Term Loan Funds Expended
5. General Funds Expended (Other than Interim)
6. Salvaged Materials
7. Contribution in Aid to Construction
8. Gross Additions to Telecom. Plant (1 thru 7)

PART G. INVESTMENTS IN AFFILIATED COMPANIES

INVESTMENTS (a)	CURRENT YEAR DATA		CUMULATIVE DATA		
	Investment This Year (b)	Income/Loss This Year (c)	Cumulative Investment To Date (d)	Cumulative Income/Loss To Date (e)	Current Balance (f)
1. Investment in Affiliated Companies - Rural Development					
2. Investment in Affiliated Companies - Nonrural Development					

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

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December, 2015

PART H. CURRENT DEPRECIATION RATES

Are corporation's depreciation rates approved by the regulatory authority
with jurisdiction over the provision of telephone services? (Check one)

☒

YES

☐

NO

EQUIPMENT CATEGORY	DEPRECIATION RATE
1. Land and support assets - Motor Vehicles	
2. Land and support assets - Aircraft	
3. Land and support assets - Special purpose vehicles	
4. Land and support assets - Garage and other work equipment	23.98%
5. Land and support assets - Buildings	5.02%
6. Land and support assets - Furniture and Office equipment	15.57%
7. Land and support assets - General purpose computers	18.57%
8. Central Office Switching - Digital	11.58%
9. Central Office Switching - Analog & Electro-mechanical	
10. Central Office Switching - Operator Systems	
11. Central Office Transmission - Radio Systems	14.28%
12. Central Office Transmission - Circuit equipment	16.00%
13. Information origination/termination - Station apparatus	22.18%
14. Information origination/termination - Customer premises wiring	
15. Information origination/termination - Large private branch exchanges	
16. Information origination/termination - Public telephone terminal equipment	19.58%
17. Information origination/termination - Other terminal equipment	19.58%
18. Cable and wire facilities - Poles	15.81%
19. Cable and wire facilities - Aerial cable - Metal	17.58%
20. Cable and wire facilities - Aerial cable - Fiber	17.58%
21. Cable and wire facilities - Underground cable - Metal	5.38%
22. Cable and wire facilities - Underground cable - Fiber	5.38%
23. Cable and wire facilities - Buried cable - Metal	5.68%
24. Cable and wire facilities - Buried cable - Fiber	5.68%
25. Cable and wire facilities - Conduit systems	6.48%
26. Cable and wire facilities - Other	

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION <div style="text-align: right;">KS0537</div>
INSTRUCTIONS – See help in the online application.	PERIOD ENDED <div style="text-align: right;">December, 2015</div>
PART I – STATEMENT OF CASH FLOWS	
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)	
CASH FLOWS FROM OPERATING ACTIVITIES	
2. Net Income	
<i>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</i>	
3. Add: Depreciation	
4. Add: Amortization	
5. Other (Explain) Net Plant Adjustments, Retirements and Salvage	
<i>Changes in Operating Assets and Liabilities</i>	
6. Decrease/(Increase) in Accounts Receivable	
7. Decrease/(Increase) in Materials and Inventory	
8. Decrease/(Increase) in Prepayments and Deferred Charges	
9. Decrease/(Increase) in Other Current Assets	
10. Increase/(Decrease) in Accounts Payable	
11. Increase/(Decrease) in Advance Billings & Payments	
12. Increase/(Decrease) in Other Current Liabilities	
13. Net Cash Provided/(Used) by Operations	
CASH FLOWS FROM FINANCING ACTIVITIES	
14. Decrease/(Increase) in Notes Receivable	
15. Increase/(Decrease) in Notes Payable	
16. Increase/(Decrease) in Customer Deposits	
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)	
18. Increase/(Decrease) in Other Liabilities & Deferred Credits	
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital	
20. Less: Payment of Dividends	
21. Less: Patronage Capital Credits Retired	
22. Other (Explain) Change in Equity & Retained Capital Credits from Estates and business liquidations as dividends	
23. Net Cash Provided/(Used) by Financing Activities	
CASH FLOWS FROM INVESTING ACTIVITIES	
24. Net Capital Expenditures (Property, Plant & Equipment)	
25. Other Long-Term Investments	
26. Other Noncurrent Assets & Jurisdictional Differences	
27. Other (Explain)	
28. Net Cash Provided/(Used) by Investing Activities	
29. Net Increase/(Decrease) in Cash	
30. Ending Cash	

Revision Date 2010

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION KS0537
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2015
NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	
<p>Part C. Subscriber Data Information</p> <p>4. Broadband Service</p> <p>We are now reporting Broadband Customers as having Speeds at the FCC Classification of Broadband of 4 Mbps Downstream and 1 Mbps Upstream. However we reported the Upstream as 1.5 Mbps as 1.0 Mbps is not an option.</p>	

<div>USDA-RUS</div> <div>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</div>	<div>BORROWER DESIGNATION</div> <div>KS0537</div>
<div>INSTRUCTIONS - See RUS Bulletin 1744-2</div>	<div>PERIOD ENDED</div> <div>December, 2015</div>
<div>CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</div>	